FY 2009 Capital Budget TPS Report 48791

**Agency: Commerce, Community and Economic Development** 

**Grants to Named Recipients (AS 37.05.316)** 

Grant Recipient: Nikiska Bay Utilities, Inc. Federal Tax ID: 41-2246374

**Project Title:** 

# Nikishka Bay Utilities, Inc. - Water System Upgrade

State Funding Requested: \$ 300,000 House District: 34 - Q

One-Time Need

#### **Brief Project Description:**

The water system upgrade impacts about 140 residents and business in the central community. Itis a Class A Public Water System.

**Funding Plan:** 

Total Cost of Project: \$300,000

<u>Funding Secured</u> <u>Other Pending Requests</u> <u>Anticipated Future Need</u>

Amount FY Amount FY Amount FY

There is no other funding needed

#### **Detailed Project Description and Justification:**

The Nikiski community water system serves about 140 residents and businesses in the central community. The water system is a Class A Public Water System that has experienced significant deterioration and is in immediate need of repair and upgrades.

The previous utilty owner/operators turned over ownership to the new not-for-profit corporation, Nikishka Bay Utilities, Inc.. The water system has had a long history of problems that have inhibited the daily needs of the users.

The system needs upgrades and repairs. New chemical filtration equipment is needed to remove water contaminants. New service piping is needed due to corrosion where the materials were incompatible with the water contaminants.

### **Project Timeline:**

Upon notification of inclusion in the capital budget, the project will be bid and purchased/ constructed within two years.

#### **Entity Responsible for the Ongoing Operation and Maintenance of this Project:**

Nikiskha Bay Utilities, Inc.

### **Grant Recipient Contact Information:**

Contact Name: Sharon Burdick, President or Blaine Gilman, Attorney

Phone Number: 283-2600

Address: 100 N. Willow Street; Kenai, AK 99611

Email: bdgilman@ptialaska.net

For use by Co-chair Staff Only:

Contact Name: Mary Jackson Contact Number: 465-3792

#### Total Project Snapshot Report

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Has this project been through a public review	w process at th	ne local level and is	s it a community priority?	
			For use by Co-chair Staff Only:	
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Contact Name: Mary Jackson Contact Number: 465-3792 For use by Co-chair Staff Only:

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## **KENAI PENINSULA BOROUGH**

#### YEAR 2008 STATE CAPITAL IMPROVEMENT PROJECTS

**COMMUNITY: NIKISKI** 

Funding Recipient: Nikishka Bay Utilities, Inc.

Project Name: Nikishka Bay Utilities, Inc. Water System Upgrade

Project Priority Ranking: 1

### **Detailed Project Description and Justification:**

The Nikiski community water system serves approximately 140 residents and businesses in the central community. The water system is a Class A Public Water System that has experienced significant deterioration and is in immediate need of repair and upgrades. The previous utility owner/operators turned over ownership to the new not-for-profit corporation, Nikishka Bay Utilities, Inc. The water system has had a long history of problems that have inhibited the daily needs of the users. The system needs many upgrades and repairs. New chemical filtration equipment is needed to remove water contaminants. New service piping is needed due to corrosion where the materials were incompatible with the water contaminants. This project will start the immediate need upgrades and start the long term process of piping replacement to the individual users.

Total Project Cost: \$300,000

#### **CONTACT INFORMATION**

Nikishka Bay Utilities, Inc.

Sharon Burdick, President

Blaine Gilman, Attorney

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bdgilman@ptialaska.net

Blaine Gilman, Attorney Email: b

Kenai, Alaska 99611

Election Districts: Senate District: Q

House District: 34

# How has the community shown support for this project? (Volunteerism, money, resolutions, etc.)

Nikiski community users of the McGahan Public Water System approached the Community Council during its October 2, 2006 regular membership meeting to present the project for consideration. The project was submitted for funding as a 2007 Capital Improvement Project and was approved for \$150,000. The community formed a not forprofit corporation to take over ownership and operation of the water system. The Community Council was again approached at the October 29, 2007 regular membership meeting to request more funding on behalf of the community water system users.

#### What steps have been taken to date to get this project going?

The Kenai Peninsula Borough sponsored meetings with the McGahan family owners and worked in securing and turning over ownership with the new owner/operator, Nikishka Bay Utilities, Inc. The process of identifying the extent of the physical system damage and overall condition from water wells to users has begun.

# How did the Service Area select this project as a funding priority? (Community meeting, survey, etc.)

The project was selected as a 2008 Legislative Priorities project at the Nikiski Community Council meeting of October 29, 2007.

# If you conducted a community meeting, how was it advertised? When and where was the meeting held?

Meeting notices were advertised in the local newspaper, as well as postings at the Nikiski Post Office and Nikiski Senior Center.

# Who attended (List specific groups such as community council, APC, general public, etc.)

Community council members, KPB Representatives, Nikiski Assemblyman Gary Superman, Representative Mike Chenault

### Who owns the property and what is the status of the land for the project?

The water system is owned by Nikishka Bay Utilities, Inc.

## Who will own the project or facility?

Nikishka Bay Utilities, Inc.

#### How will the project be constructed or accomplished?

Nikishka Bay Utilities, Inc., will administer contracts necessary to execute the project.

#### Who will operate and/or maintain the project or facility?

Nikishka Bay Utilities, Inc.